Imposition of curbs on FDI from certain countries

2522. SHRI V.V. RAGHAVAN:
SHRI JANARDHANA POOJARY:
SHRIJ.CHITHARANJAN: SHRI K.
RAMA MOHANA RAO:

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether there is a proposal to impose curbs on FDI from certain countries on security grounds;

(b) if so, the details in this regard along with names of the countries, the regions and sectors identified for the purpose;

(c) the total FDI during the last five years from the identified countries, year-wise, sector-wise and region-wise;

(d) whether the existing ventures from the identified countries would be asked to wind-up as and when the proposal materializes; and

(e) if so, the steps proposed to be taken for winding-up the operations and compensation, if any, in such an exercise?

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (DR. RAMAN SINGH): (a) to (e) Citizens or entities, whether incorporated or not, of Pakistan and Bangladesh, and citizens of Sri Lanka are prohibited to make Foreign Direct Investment (FDI) in terms of Regulation 5(1) of Foreign Exchange Management (Transferor Issue of Security by a Person Resident Outside India) Regulations, 2000 (Notification 20/2000-RB dated 3.5.2000). As per the present policy, no other country/region specific restrictions are applicable to FDI. All proposals to the Foreign Investment Promotion Board (FIPB) are considered after necessary interministerial consultations taking into account the sectoral policy regulations as also strategic or defence related factors. Details of country and sector-wise FDI approvals are published in the monthly SIA newsletter, which is widely circulated to various establishments, including the Parliament Library. The Information is also posted on SIA website (htt://siadipp.nic.in).